

ATTENTION: ALL RETAILERS

HB 144—TOBACCO TAX MODIFICATIONS

Effective April 1, 2009, the cigarette tax will be increased by \$0.30. Other Tobacco Products (OTP) tax will be increased by 7.5%. Snuff tax will be increased by \$0.095. This legislative change also establishes an inventory floor stock tax to properly address all affected products held for sale at the time of the rate increases. All cigarette licensees and retailers will be required to take a physical inventory as of March 31, 2009 at 11:59 p.m. and file and pay the inventory floor stock tax. Additional information and returns will be made available prior to the first due date of April 10, 2009. For further assistance with any tobacco tax questions, please contact the Division of Miscellaneous Taxes at (502) 564-6823 or *DOR.WEBResponseExciseTax@ky.gov*.